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**UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF WYOMING**

In re:	)	
	)	
POWELL VALLEY HEALTH CARE, INC.,	)	Case No. 16-20326
SSN: XXX-XX-8841,	)	Chapter 11
	)	
Debtor.	)	

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**STATUS REPORT**

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HealthTech Management Services, Inc. (“HealthTech”), and William D. Patten (“Patten”), through counsel, for their Status Report, state:

1. On May 16, 2016, Powell Valley Health Care, Inc. (the “Debtor”) commenced this case by filing a voluntary petition for relief under chapter 11 of the Bankruptcy Code in the United States Bankruptcy Court for the District of Wyoming.

2. On May 18, 2017, HealthTech and Patten filed their Motion for Order Authorizing Rule 2004 Examinations and Production of Documents (the “Rule 2004 Motion”), seeking authority to conduct Rule 2004 examinations of the Debtor’s Board of Directors, the Powell Hospital District (the “District”), and members of the Official Committee of Unsecured Creditors (the “Committee”). *See* Dkt. #525.

3. Objections to the Rule 2004 Motion were filed by the Committee (Dkt. #527); Committee members Larry Heiser, Michelle Oliver, Shane Wilson, Veronica Sommerville,

Joetta Johnson, and Susan Stambaugh (Dkt. #529); the Debtor and the Committee (Dkt. #549); and the District (Dkt. #548) (collectively, the “Objecting Parties”).

4. On August 18, 2017, the Court entered its Order Requiring Status Report, ordering HealthTech and Patten to file this report indicating the status of the Rule 2004 Motion (the “Order”). *See* Dkt. #604.

5. As the Court is aware, several parties, including HealthTech, Patten, and the Objecting Parties, recently participated in mediation.

6. Since the mediation, HealthTech and Patten have been eager to finalize an agreement with all parties, but that has not yet occurred.

7. HealthTech and Patten are informed and believe that a settlement is still possible and may be achieved through an amended plan of reorganization.

8. If a settlement or other resolution is not reached, HealthTech and Patten believe that the discovery requested through their Rule 2004 Motion is necessary and appropriate and their Rule 2004 Motion should be granted.

Wherefore, HealthTech and Patten respond to the Court’s Order and request the Court enter an order setting a hearing on their Rule 2004 Motion in approximately 45 days. If a settlement or other resolution to the Rule 2004 Motion is not reached prior to this date, HealthTech and Patten respectfully request the Court enter an order granting their Rule 2004 Motion.

Dated: September 8, 2017.

**LINDQUIST & VENNUM LLP**

By: /s/ Ethan J. Birnberg  
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**CERTIFICATE OF SERVICE**

I hereby certify that on September 8, 2017, copies of the foregoing **STATUS REPORT** were served electronically to the following parties on the Court's Electronic Mail Notice List for this case:

- Ethan J. Birnberg ebirnberg@lindquist.com, bblessing@lindquist.com;G31916@notify.cincompass.com
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I further certify that on September 8, 2017, copies of the same were served via U.S. Mail, first class postage prepaid, to the following:

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